

# TENNESSEE REGULATORY AUTHORITY



Deborah Taylor Tate, Chairman  
Pat Miller, Director  
Sara Kyle, Director  
Ron Jones, Director

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2004 APR - 7 AM 9:00  
T.R.A. DOCKET ROOM

460 James Robertson Parkway  
Nashville, Tennessee 37243-0505

April 6, 2004

Mr. Chuck Welch  
Farris, Mathews, Branan,  
Bobango, Helen & Dunlap, PLC  
618 Church Street  
Suite # 300  
Nashville, TN 37219

RE: Docket No. 04-00101 - IRM Utility, Inc. Petition to amend Certificate of Convenience and Necessity

Dear Mr. Welch:

In order to complete the review of the filing referenced above the Authority staff needs additional information. Please answer the questions below. Your response should include 13 copies and be addressed to:

Deborah Taylor Tate, Chairman  
Tennessee Regulatory Authority  
460 James Robertson Parkway  
Nashville, TN 37243

1. The Company refers to a rate of \$34.95 for residential service. Provide three year projected financial statements (i. e. income statement, balance sheet, etc.) for this development. Also, provide any supporting documentation for the amounts referenced in the financial statements.
2. Will there be any commercial customers located within this development?
3. How many customers are there predicted to be at build out of the development Also, provide the projected three year customer growth rate?
4. Will there be any other fees that the Company's proposed ratepayers be subjected to pay? If so, please list all that would apply.
5. Does the Company propose to levy a tap fee to any of its proposed customers? If so, how much and provide supporting documentation for the tap fees? Does the

Company plan to give back any of the tap fees to the developer of the proposed service area?

6. Does the Company intend to use the existing rules and regulations that would govern this development?
7. Who is the developer of the proposed service area? Does the Company or any shareholder of the Company have any business relationship with the developer? If so, describe the nature of the relationship.
8. Are there any existing or proposed franchise agreements between the utility and any governmental entity covering the requested service territory?
9. Does the Company plan to use any debt to finance the operation of the proposed development? If so, has the Company requested approval of debt financing by this Authority as required under T. C. A. 65-4-109?
10. Does the Company intend for its CCN to be an exclusive grant of Authority to provide service to the customers in this area?

Your responses should be received by this office no later than April 20, 2004. If you have any questions regarding this matter you may contact me at ext. 183.

Sincerely,



Butch Phillips  
Utility Rate Specialist III

cep04-37IRMdatarequest0400101